

# **CORRECTED FISCAL NOTE**

## **HB 1006 - SB 1728**

April 10, 2007

**SUMMARY OF BILL:** Eliminates the Home Improvement Commission and requires all persons engaged in home improvement contracting work to be licensed by the State Board for Licensing Contractors. Establishes a subcommittee of the Board to act as an advisory committee concerning home improvement contractors. All current members of the Home Improvement Commission shall be appointed to serve on the initial subcommittee.

### **ESTIMATED FISCAL IMPACT:**

On March 5, 2007 we issued a fiscal note which indicated there would be a biennial increase in state revenues. This was incorrect. The increase in state revenues will be an annual increase. Also, based upon further information provided by the Department of Commerce and Insurance, the fiscal impact is:

#### **(CORRECTED)**

**Increase State Revenues – \$162,500**

**Increase State Expenditures – \$55,200 Recurring  
\$3,200 One-Time**

**Other Fiscal Impact – Transfers all revenues (FY05-06 - \$166,363), expenditures (FY05-06 - \$153,293) and deficits (FY05-06 - \$674,000) of the Home Improvement Commission to the State Board for Licensing Contractors. The deficit of the Commission will be absorbed by the surplus (\$4,900,000) of the Board.**

#### **Assumptions:**

- An increase in state revenues from the collection of license fees.
- Approximately 1,300 additional persons will be licensed under the provisions of this bill and pay an annual license fee of \$125 each.
- The Board will need one position to implement and enforce the provisions of this bill.
- A recurring increase in state expenditures for the salary, benefits and operational expenses for one position and a one-time increase in state expenditures for office furnishings and equipment.

**HB 1006 - SB 1728  
(CORRECTED)**

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director